

**ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2004**

	August-04				July-04				Current FYTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	8,717	2.9%	3.0%	-0.39%	8,755	2.9%	3.0%	-5.03%	-5.40%	N/A	N/A	N/A
Total Structured Growth	8,717	2.9%	3.0%	-0.39%	8,755	2.9%	3.0%	-5.03%	-5.40%	17.58%	-6.28%	N/A
<i>Russell 1000 Growth</i>				-0.49%				-5.65%	-6.12%	17.88%	-3.74%	N/A
<i>Structured Value</i>												
LSV	9,350	3.1%	3.0%	1.42%	9,217	3.1%	3.0%	-1.21%	0.20%	30.56%	9.33%	N/A
<i>Russell 1000 Value</i>				1.42%				-1.41%	-0.01%	21.13%	2.96%	N/A
<i>Russell 1000 Enhanced Index</i>												
LA Capital	18,500	6.1%	6.0%	0.22%	18,468	6.1%	6.0%	-3.56%	-3.35%	N/A	N/A	N/A
<i>Russell 1000</i>				0.49%				-3.51%	-3.04%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>												
Westridge	18,086	6.0%	12.0%	0.44%	18,018	6.0%	12.0%	-3.30%	-2.88%	N/A	N/A	N/A
<i>S&P 500</i>				0.40%				-3.31%	-2.92%	N/A	N/A	N/A
<i>Index</i>												
State Street	5,446			0.41%	5,425			-3.32%	-2.93%	19.01%	-0.75%	N/A
Total Index	5,446	1.8%	2.0%	0.41%	5,425	1.8%	2.0%	-3.32%	-2.93%	19.01%	-0.75%	N/A
<i>S&P 500</i>				0.40%				-3.31%	-2.92%	19.11%	-0.70%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	60,099	19.8%	20.0%	0.40%	59,883	19.9%	20.0%	-3.33%	-2.94%	21.46%	0.15%	N/A
<i>S&P 500</i>				0.40%				-3.31%	-2.92%	19.11%	-0.70%	N/A
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	28,370	9.3%	10.0%	-1.22%	28,741	9.5%	10.0%	-7.28%	-8.41%	32.99%	5.51%	N/A
<i>Russell 2000 + 200bp</i>				-0.35%				-6.57%	-6.89%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	28,370	9.3%	10.0%	-1.22%	28,741	9.5%	10.0%	-7.28%	-8.41%	32.99%	5.54%	N/A
<i>Russell 2000</i>				-0.51%				-6.73%	-7.21%	33.36%	6.24%	N/A
CONVERTIBLES												
TCW	29,425	9.7%	10.0%	-0.55%	29,615	9.8%	10.0%	-5.05%	-5.57%	17.50%	1.03%	N/A
<i>First Boston Convertible Index</i>				-0.30%				-2.49%	-2.78%	14.16%	4.89%	N/A
INTERNATIONAL EQUITY												
<i>Large Cap - Active</i>												
Capital Guardian	23,521	7.7%	8.0%	0.38%	23,473	7.8%	8.0%	-3.48%	-3.11%	25.36%	-0.39%	N/A
<i>MSCI EAFE - 50% Hedged</i>				0.12%				-2.80%	-2.68%	26.98%	-1.27%	N/A
<i>Small Cap - Value</i>												
Lazard	3,278	1.1%	1.0%	0.30%	3,269	1.1%	1.0%	-3.00%	-2.71%	43.30%	N/A	N/A
<i>Citigroup Broad Market Index < \$2BN</i>				1.00%				-4.20%	-3.24%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>												
Vanguard	3,135	1.0%	1.0%	0.87%	3,107	1.0%	1.0%	-7.69%	-6.89%	44.68%	N/A	N/A
<i>SSB BROAD MARKET INDEX < \$2BN</i>				1.00%				-4.20%	-3.24%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	29,934	9.9%	10.0%	0.43%	29,849	9.9%	10.0%	-3.86%	-3.45%	29.16%	1.02%	N/A
<i>MSCI EAFE - 50% Hedged</i>				0.12%				-2.80%	-2.68%	26.98%	-1.27%	N/A
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	49,621	16.3%	15.0%	2.06%	48,653	16.1%	15.0%	1.24%	3.33%	2.42%	7.77%	N/A
<i>Lehman Aggregate</i>				1.91%				0.99%	2.92%	0.32%	6.35%	N/A
<i>Index</i>												
Bank of ND	63,818	21.0%	22.5%	1.66%	62,803	20.8%	22.5%	0.77%	2.43%	0.07%	7.10%	N/A
<i>Lehman Intermediate Gov/Credit (1)</i>				1.67%				0.84%	2.53%	-0.05%	6.97%	N/A
<i>BBB Average Quality</i>												
Strong	27,692	9.1%	7.5%	2.39%	27,037	9.0%	7.5%	1.37%	3.79%	1.18%	N/A	N/A
<i>Lehman US Credit BAA</i>				2.55%				1.40%	3.99%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	141,132	46.5%	45.0%	1.94%	138,493	45.9%	45.0%	1.05%	3.01%	0.79%	7.00%	N/A
<i>Lehman Gov/Credit</i>				2.12%				1.06%	3.19%	-0.72%	6.73%	N/A
CASH EQUIVALENTS												
Bank of ND	14,724	4.8%	5.0%	0.14%	14,975	5.0%	5.0%	0.13%	0.27%	1.20%	1.72%	N/A
<i>90 Day T-Bill</i>				0.12%				0.12%	0.24%	0.98%	1.71%	N/A
TOTAL NDACo FUND	303,683	100.0%	100.0%	0.85%	301,557	100.0%	100.0%	-1.83%	-1.00%	12.43%	4.55%	4.70%
<i>POLICY TARGET BENCHMARK</i>				0.97%				-1.38%	-0.43%	10.55%	4.44%	4.41%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.